

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

> GARY R. HERBERT Lieutenant Governor

> > November 20, 2006

Mike Dalley, contact for Staker & Parson Companies 151 West Vine Street Murray, Utah 84107

Subject: Notice of Return of Reclamation Surety Bond Number

i, Staker & Parson Company, Lehi Quarry, Ekins East Quarry, Keigley Quarry M/049/031, M/049/032, M/049/001, Utah County, Utah

Dear Mr. Dalley:

The three (3) Corporate Surety bonds filed with the Division by on or behalf the obligor on November 16, 2006, in connection with an effort to bond the following permit numbers: M/049/031, M/049/032, M/049/001, in the amounts of \$456,300.00, \$29,000.00, and \$615,500.00, are hereby returned as unacceptable for the following reason(s):

- Each bond is missing the company seal as required.
- Each bond is not effective until December 8, 2006 and has been signed and sealed by the Attorney in Fact, Tina Davis, on a future date of December 8, 2006.
- The surety bond number 8866055 must have the date of May 12, 1999 as the date the Division approved the Principal's Notice of Intention. There is currently no date stated.

Please correct the indicated deficiencies immediately, but do not resubmit the surety bonds to the Division until December 8, 2006. The existing surety bonds with Liberty Mutual Insurance Company will be terminated on December 19, 2006, therefore please ensure they are delivered to the Division by then at the latest.

The existing sureties with Liberty Mutual Insurance Company remain in full force and effect until December 19, 2006, however, the Surety will remain fully liable for all reclamation obligations of the Principal that occurred prior to the date of termination.

Page 2 Mike Dalley M/049/031 M/049/032 M/049/001 November 20, 2006

Please contact, Surety Coordinator, Beth Ericksen (801) 538-5318 if you have questions or need to provide information. Thank you in advance for your prompt attention to this important permitting requirement.

Sincerely, Jusan M. White

Susan M. White

Mine Program Coordinator Minerals Regulatory Program

SMW:BE:be

Fnc:

Original Surety Bonds issued by Fidelity and Deposit Company of Maryland

cc:

Beth Ericksen, DOGM (w/enc copies)

Daron Haddock, DOGM

Lynn Kunzler, DOGM

John W Parson, Staker & Parson Companies, PO Box 3429, Ogden Utah 84409 Tina Davis, Liberty Mutual Insurance Company, 175 Berkeley St., Boston MA 02117

P:\GROUPS\MINERALS\WP\M049-Utah\M0490031-Lehi\final\bond-reject-ltr.doc